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## HOUSE BILL 2225

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State of Washington

58th Legislature

2003 Regular Session

By Representatives Cody and Sommers

Read first time . Referred to .

AN ACT Relating to the relationship between basic health plan enrollment levels and the expenditure of funds deposited into the health services account under RCW 82.24.028 and 82.26.028; amending RCW 43.72.900; creating a new section; and declaring an emergency.

5 BE IT ENACTED BY THE LEGISLATURE OF THE STATE OF WASHINGTON:

- 6 **Sec. 1.** RCW 43.72.900 and 2002 c 371 s 909 and 2002 c 2 s 2 (Initiative Measure No. 773) are each amended to read as follows:
- (1) The health services account is created in the state treasury. 8 Moneys in the account may be spent only after appropriation. 9 10 to the transfers described in subsection (3) of this section, moneys in the account may be expended only for maintaining and expanding health 11 12 services access for low-income residents, maintaining and expanding the public health system, maintaining and improving the capacity of the 13 health care system, containing health care costs, and the regulation, 14 planning, and administering of the health care system. 15
- 16 (2) Funds deposited into the health services account under RCW 82.24.028 and 82.26.028 shall be used solely as follows:
- 18 (a) Five million dollars for the state fiscal year beginning July 19 1, 2002, and five million dollars for the state fiscal year beginning

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July 1, 2003, shall be appropriated by the legislature for programs 1 2 that effectively improve the health of low-income persons, including efforts to reduce diseases and illnesses that harm low-income persons. 3 The department of health shall submit a report to the legislature on 4 March 1, 2002, evaluating the cost-effectiveness of programs that 5 improve the health of low-income persons and address diseases and 6 7 illnesses that disproportionately affect low-income persons, and making recommendations to the legislature on which of these programs could 8 most effectively utilize the funds appropriated under this subsection. 9

(b) Ten percent of the funds deposited into the health services 82.24.028 and 82.26.028 remaining after the account under RCW appropriation under (a) of this subsection shall be transferred no less frequently than annually by the treasurer to the tobacco prevention and control account established by RCW 43.79.480. The funds transferred shall be used exclusively for implementation of the Washington state tobacco prevention and control plan and shall be used only to supplement, and not supplant, funds in the tobacco prevention and control account as of January 1, 2001, however, these funds may be used replace funds appropriated by the legislature for further implementation of the Washington state tobacco prevention and control plan for the biennium beginning July 1, 2001. For each state fiscal year beginning on and after July 1, 2002, the legislature shall appropriate no less than twenty-six million two hundred forty thousand from the tobacco prevention and control implementation of the Washington state tobacco prevention and control plan.

(c) Because of its demonstrated effectiveness in improving the health of low-income persons and addressing illnesses and diseases that harm low-income persons, the remainder of the funds deposited into the health services account under RCW 82.24.028 and 82.26.028 shall be appropriated solely for Washington basic health plan enrollment as provided in chapter 70.47 RCW. ((Funds appropriated pursuant to this subsection (2)(c) must supplement, and not supplant, the level of state funding needed to support enrollment of a minimum of one hundred twenty-five thousand persons for the fiscal year beginning July 1, 2002, and every fiscal year thereafter. The health care authority may enroll up to twenty thousand additional persons in the basic health plan during the biennium beginning July 1, 2001, above the base level

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of one hundred twenty five thousand enrollees. The health care authority may enroll up to fifty thousand additional persons in the basic health plan during the biennium beginning July 1, 2003, above the base level of one hundred twenty-five thousand enrollees. For each biennium beginning on and after July 1, 2005, the health care authority may enroll up to at least one hundred seventy-five thousand enrollees.)) Funds appropriated under this subsection may be used to support outreach and enrollment activities only to the extent necessary to achieve the enrollment goals described in this section. 

- (3) Prior to expenditure for the purposes described in subsection (2) of this section, funds deposited into the health services account under RCW 82.24.028 and 82.26.028 shall first be transferred to the following accounts to ensure the continued availability of previously dedicated revenues for certain existing programs:
- (a) To the violence reduction and drug enforcement account under RCW 69.50.520, two million two hundred forty-nine thousand five hundred dollars for the state fiscal year beginning July 1, 2001, four million two hundred forty-eight thousand dollars for the state fiscal year beginning July 1, 2002, seven million seven hundred eighty-nine thousand dollars for the biennium beginning July 1, 2003, six million nine hundred thirty-two thousand dollars for the biennium beginning July 1, 2005, and six million nine hundred thirty-two thousand dollars for each biennium thereafter, as required by RCW 82.24.020(2);
- (b) To the health services account under this section, nine million seventy-seven thousand dollars for the state fiscal year beginning July 1, 2001, seventeen million one hundred eighty-eight thousand dollars for the state fiscal year beginning July 1, 2002, thirty-one million seven hundred fifty-five thousand dollars for the biennium beginning July 1, 2003, twenty-eight million six hundred twenty-two thousand dollars for the biennium beginning July 1, 2005, and twenty-eight million six hundred twenty-two thousand dollars for each biennium thereafter, as required by RCW 82.24.020(3); and
- (c) To the water quality account under RCW 70.146.030, two million two hundred three thousand five hundred dollars for the state fiscal year beginning July 1, 2001, four million two hundred forty-four thousand dollars for the state fiscal year beginning July 1, 2002, eight million one hundred eighty-two thousand dollars for the biennium beginning July 1, 2003, seven million eight hundred eighty-five

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- thousand dollars for the biennium beginning July 1, 2005, and seven million eight hundred eighty-five thousand dollars for each biennium thereafter, as required by RCW 82.24.027(2)(a).
- During the 2001-2003 fiscal biennium, the legislature may transfer from the health services account such amounts as reflect the excess fund balance of the account.
- NEW SECTION. Sec. 2. This act is intended to apply retroactively to January 1, 2002.
- 9 <u>NEW SECTION.</u> **Sec. 3.** This act is necessary for the immediate 10 preservation of the public peace, health, or safety, or support of the state government and its existing public institutions, and takes effect 12 immediately.

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